GOVERNMENT OF INDIA
POWER
LOK SABHA

UNSTARRED QUESTION NO:4789
ANSWERED ON:24.08.2000
MOBILISATION OF FUNDS IN POWER SECTOR
SURESH RAMRAO JADHAV (PATIL)

Will the Minister of POWER be pleased to state:

(a) whether Power Finance Corporation (PFC) propose to mobilise funds from the overseas market as part of its resource mobilisation programme;

(b) if so, the details thereof; and

(c) the name of the power project for which the mobilized funds are likely to be used?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF POWER (SHRIMATI JAYAWANTI MEHTA)

(a) & (b): According to the Memorandum of Understanding (MoU) between PFC and the Ministry of Power for the year 2000-01, PFC will undertake market borrowings of Rs. 2200 crores including domestic and external commercial borrowings (ECB) in 2000-01. No specific amount of funds to be mobilised from overseas markets has been fixed.

(c): According to the current guidelines of the Ministry of Finance governing ECB, the funds mobilised by PFC from overseas market can be used for capital expenditure in any power project. Accordingly, the funds to be mobilised from overseas market will be used for PFC`s normal loan disbursement programme in power projects for capital expenditure requirement either in foreign exchange or in Indian Rupees.